

**UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF DELAWARE**

In re: W. R. Grace & Co., et al
Debtor

Case No. 01-01139 Jointly Administered
Reporting Period: December 2009

MONTHLY OPERATING REPORT

File with Court and submit copy to United States Trustee within 20 days after end of month

Submit copy of report to any official committee appointed in the case.

REQUIRED DOCUMENTS	Form No.	Document Attached	Explanation Attached
Schedule of Cash Receipts and Disbursements	MOR-1	X	
Bank Reconciliation (or copies of debtor's bank reconciliations)			See attached Attestation Form
Copies of bank statements			See attached Attestation Form
Cash disbursements journals			Not available
Statement of Operations	MOR-2	X	
Balance Sheet	MOR-3	X	
Status of Postpetition Taxes	MOR-4	X	
Copies of IRS Form 6123 or payment receipt			Not available
Copies of Federal income tax returns filed during reporting period			N/A
Summary of Unpaid Postpetition Debts	MOR-4		See Note #4
Listing of aged accounts payable			See Note #4
Accounts Receivable Reconciliation and Aging	MOR-5	X	
Debtor Questionnaire	MOR-5	X	

I declare under penalty of perjury (28 U.S.C. Section 1746) that this report and the documents attached are true and correct to the best of my knowledge and belief.

Signature of Debtor

Date

Signature of Joint Debtor

Date

Signature of Authorized Individual*

Date

Hudson La Force III

Printed Name of Authorized Individual

Senior Vice President and
Chief Financial Officer

Title of Authorized Individual

*Authorized individual must be an officer, director or shareholder if debtor is a corporation; a partner if debtor is a partnership; a manager or member if debtor is a limited liability company.

W. R. Grace & Co.
Monthly Financial Report
December 31, 2009

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Form MOR

Monthly Operating Report

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See attached
Attestation Form

Bank Statements

Federal Income Tax Returns

N/A

Forward-Looking Information

This monthly financial report contains forward-looking information that involves risks and uncertainties. For such information, Grace claims the protection of the safe harbor for forward-looking statements contained in the Private Securities Litigation Reform Act of 1995. Actual results could differ materially from the results predicted, and reported results should not be considered as a indication of future performance. Factors that could cause actual results to differ from those contained in the forward-looking information include those factors set forth in Grace's most recent Annual Report on Form 10-K and quarterly reports on Form 10-Q, which have been filed with the Securities Exchange Commission.

Statement of Confidentiality

The information contained in the monthly financial report contains confidential information of W. R. Grace & Co. and its subsidiaries (the "Confidential Information"). The Confidential Information has been prepared solely for information purposes and may not be disclosed to any person or entity or reproduced, disseminated or disclosed, in whole or in part, except to officers, directors, employees, and representatives of the recipient ("Representatives") or as required by applicable law or regulation. By receipt of the Confidential Information, each recipient agrees to (1) use the Confidential Information only to enhance its understanding of Grace and its businesses, and (2) inform its Representatives of the confidential nature of such information and direct them to treat such information in accordance with the terms. Each recipient agrees to be responsible for any breach of these provisions by any of its Representatives.

Monthly Operating Report

W. R. Grace & Co. - Conn Schedule of Cash Receipts and Disbursements MOR-1 December 2009							
	JP Morgan Chase Disbursement 9101013572	First Union Deposit Acct 2199500021812	First Union Payroll 2079900003615	Merrill Lynch Investment 3323735	Bank of America Lockbox 8188703107	JP Morgan Chase Holding 323223141	JP Morgan Chase Concentration 16001257
CASH BEGINNING OF MONTH	\$ 106,185	\$ 449,767	\$ -	\$ 407,012,660	\$ 83,697	\$ 868,190	\$ 26,872,347
RECEIPTS							
ACCOUNTS RECEIVABLE - THIRD PARTIES					(31,456)		
ACCOUNTS RECEIVABLE - INTERCOMPANY							
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI							
DIP BORROWINGS							
TRANSFERS IN - THIRD PARTIES		191,064		9,169		120	1,632,387
TRANSFERS IN - NONFILING ENTITIES							35,786,527
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	200,000			225,004,344			276,230,720
MISCELLANEOUS							
TOTAL RECEIPTS	200,000	191,064	-	225,013,513	(31,456)	120	313,649,634
DISBURSEMENTS							
PAYROLL							
PAYROLL TAXES							
TRADE PAYABLES - THIRD PARTIES							605,927
TRADE PAYABLES - INTERCOMPANY							
ACCOUNT SECURITIZATION							
PAYMENTS AS SERVICER FOR GRPI							
DIP PRINCIPAL REPAYMENTS							
DIP INTEREST AND USAGE FEES							175,235
TRANSFERS OUT - THIRD PARTIES	198,543						4,688,294
TRANSFERS OUT - NONFILING ENTITIES							300,000
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		630,831		4,344			326,865,623
MISCELLANEOUS							
TOTAL DISBURSEMENTS	198,543	630,831	-	4,344	-	-	332,635,079
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	1,457	(439,767)	-	225,009,169	(31,456)	120	(18,985,445)
CASH - END OF MONTH	\$ 107,643	\$ 10,000	\$ -	\$ 632,021,829	\$ 52,241	\$ 868,309	\$ 7,886,902

Note #1

Various payments are made by W. R. Grace & Co. - Conn on behalf of certain other debtor entities, generally and primarily those that are inactive and/or have no direct employees. Such expenditures are generally de minimis and could include professional fees, state registration fees, business license fees and certain taxes.

W. R. Grace & Co. - Conn Schedule of Cash Receipts and Disbursements MOR-1 December 2009						
	Bank of America Lockbox 8188203114	Banc of America Securities LLC 22330134		First Union Concentration 2000000282172	First Union Payroll 2079900016741	First Union Libby Medical 2079900065006
CASH BEGINNING OF MONTH	\$ 17,236,779	\$ 4,762,341	A	\$ 9,064,259	\$ 846,506	\$ -
RECEIPTS						
ACCOUNTS RECEIVABLE - THIRD PARTIES	74,558,613					
ACCOUNTS RECEIVABLE - INTERCOMPANY	814,227					
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI						
DIP BORROWINGS						
TRANSFERS IN - THIRD PARTIES						
TRANSFERS IN - NONFILING ENTITIES	142,656,636					
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS				105,800,000	18,999,544	90,951
MISCELLANEOUS						
TOTAL RECEIPTS	218,029,476	-		105,800,000	18,999,544	90,951
DISBURSEMENTS						
PAYROLL					12,746,192	
PAYROLL TAXES					6,864,592	
TRADE PAYABLES - THIRD PARTIES						
TRADE PAYABLES - INTERCOMPANY						
ACCOUNT SECURITIZATION						
PAYMENTS AS SERVICER FOR GRPI						
DIP PRINCIPAL REPAYMENTS						
DIP INTEREST AND USAGE FEES						
TRANSFERS OUT - THIRD PARTIES	2,176,114					90,951
TRANSFERS OUT - NONFILING ENTITIES						
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	192,633,551	4,762,341		114,371,878		
MISCELLANEOUS				10,043		
TOTAL DISBURSEMENTS	194,809,664	4,762,341		114,381,922	19,610,783	90,951
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	23,219,812	(4,762,341)		(8,581,922)	(611,240)	-
CASH - END OF MONTH	\$ 40,456,591	\$ (0)	A	482,337	\$ 235,266	\$ -

Note #1

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Note A

This account has been reported as "investment securities" in W.R. Grace & Co.- Conn's balance sheet as of December 31, 2009.

W. R. Grace & Co. - Conn

Schedule of Cash Receipts and Disbursements

MOR-1

December 2009

	First Union Accts Payable 2079920005761	First Union Payroll 2079900067554	Wachovia Lockbox 1868-082535	First Union Accts payable 2079900005260	First Union Accts Payable 2079900005231	SunTrust Payroll 00000141309	PNC 4002641360	Hibernia Natl Disbursement 101391210	JP Morgan Chase Lockbox 304616494
CASH BEGINNING OF MONTH	\$ (3,470,002)	\$ -	\$ -	\$ -	\$ (0)	\$ 45,079	\$ -	\$ -	\$ 88,133
RECEIPTS									
ACCOUNTS RECEIVABLE - THIRD PARTIES									53,824,019
ACCOUNTS RECEIVABLE - INTERCOMPANY									25,991,102
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI									
DIP BORROWINGS									
TRANSFERS IN - THIRD PARTIES									
TRANSFERS IN - NONFILING ENTITIES									
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	47,010,590			1,960,340	46,310,453				
MISCELLANEOUS				258,856					
TOTAL RECEIPTS	47,010,590	-	-	2,219,196	46,310,453	-	-	-	79,815,121
DISBURSEMENTS									
PAYROLL									
PAYROLL TAXES									
TRADE PAYABLES - THIRD PARTIES	43,924,379			2,219,196	41,954,110				
TRADE PAYABLES - INTERCOMPANY									
ACCOUNT SECURITIZATION									
PAYMENTS AS SERVICER FOR GRPI									
DIP PRINCIPAL REPAYMENTS									
DIP INTEREST AND USAGE FEES									
TRANSFERS OUT - THIRD PARTIES									
TRANSFERS OUT - NONFILING ENTITIES									
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS									79,725,317
MISCELLANEOUS	3,086,211				4,296,649	14			
TOTAL DISBURSEMENTS	47,010,590	-	-	2,219,196	46,250,759	14	-	-	79,725,317
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-	-	59,694	(14)	-	-	89,804
CASH - END OF MONTH	\$ (3,470,002)	\$ -	\$ -	\$ -	\$ 59,694	\$ 45,064	\$ -	\$ -	\$ 177,938

Note #1

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(a) These disbursements include Libby indictment, legal, and indemnification costs of \$1,112,247.83.

W. R. Grace & Co. - Conn Schedule of Cash Receipts and Disbursements MOR-1 December 2009					
	Allfirst Payroll 16298657	First Union Petty Cash 2040000016900	Banco de Credito Operating Acct 1931115122058	Banco de Credito Operating Acct 1931125963172	Banco Interam de Finanzas 007000107847
CASH BEGINNING OF MONTH	\$ -	\$ -	\$ 21,344	\$ 854,822	\$ -
RECEIPTS					
ACCOUNTS RECEIVABLE - THIRD PARTIES			1,997	419,955	-
ACCOUNTS RECEIVABLE - INTERCOMPANY			-	-	-
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI			-	-	-
DIP BORROWINGS			-	-	-
TRANSFERS IN - THIRD PARTIES			292,236	-	-
TRANSFERS IN - NONFILING ENTITIES			-	-	-
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS			-	-	-
MISCELLANEOUS					
TOTAL RECEIPTS	-	-	294,232	419,955	-
DISBURSEMENTS					
PAYROLL			32,570	-	-
PAYROLL TAXES			42,359	-	-
TRADE PAYABLES - THIRD PARTIES			-	724,261	-
TRADE PAYABLES - INTERCOMPANY			-	-	-
ACCOUNT SECURITIZATION			-	-	-
PAYMENTS AS SERVICER FOR GRPI			-	-	-
DIP PRINCIPAL REPAYMENTS			-	-	-
DIP INTEREST AND USAGE FEES			-	-	-
TRANSFERS OUT - THIRD PARTIES			187,924	293,534	-
TRANSFERS OUT - NONFILING ENTITIES			-	-	-
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS			-	-	-
MISCELLANEOUS			48,858	23,926	-
TOTAL DISBURSEMENTS	-	-	311,711	1,041,721	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	(17,479)	(621,766)	-
CASH - END OF MONTH	\$ -	\$ -	\$ 3,865	\$ 233,057	\$ -

Note #1

Various payments are made by W. R. Grace & Co. - Conn on behalf of certain other debtor entities, generally and primarily those that are inactive and/or have no direct employees. Such expenditures are generally de minimis and could include professional fees, state registration fees, business license fees and certain taxes.

W. R. Grace & Co. - Conn Schedule of Cash Receipts and Disbursements MOR-1 December 2009						
	Banco Interam de Finanzas 7000107707	HSBC Operating Acct 1128001	Bank Boston Operating Acct 154519	Cash in Transit	Cash on Hand	Other
CASH BEGINNING OF MONTH	\$ -	\$ 185,910	\$ -	\$ (574,693)	\$ 22,203	\$ 861,240
RECEIPTS						
ACCOUNTS RECEIVABLE - THIRD PARTIES	-	211,319				
ACCOUNTS RECEIVABLE - INTERCOMPANY	-	-				
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI	-	-				
DIP BORROWINGS	-	-				
TRANSFERS IN - THIRD PARTIES	-	-				
TRANSFERS IN - NONFILING ENTITIES	-	-				
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	-	-				
MISCELLANEOUS	-	-				
TOTAL RECEIPTS	-	211,319		-	-	-
DISBURSEMENTS						
PAYROLL	-	-				
PAYROLL TAXES	-	-				
TRADE PAYABLES - THIRD PARTIES	-	292,765				
TRADE PAYABLES - INTERCOMPANY	-	-				
ACCOUNT SECURITIZATION	-	-				
PAYMENTS AS SERVICER FOR GRPI	-	-				
DIP PRINCIPAL REPAYMENTS	-	-				
DIP INTEREST AND USAGE FEES	-	-				
TRANSFERS OUT - THIRD PARTIES	-	-				
TRANSFERS OUT - NONFILING ENTITIES	-	-				
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	-	-				
MISCELLANEOUS	-	1,875				(5,443,598)
TOTAL DISBURSEMENTS	-	294,640		-	-	(5,443,598)
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	(83,322)		-	-	5,443,598
CASH - END OF MONTH	\$ -	\$ 102,589	\$ -	\$ (574,693)	\$ 22,203	\$ 6,304,839

Note #1

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W. R. Grace & Co. - Conn		
Schedule of Cash Receipts and Disbursements		
MOR-1		
December 2009		
	CURRENT MONTH	
	ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 465,336,768	\$ -
RECEIPTS		
ACCOUNTS RECEIVABLE - THIRD PARTIES	128,984,447	
ACCOUNTS RECEIVABLE - INTERCOMPANY	26,805,330	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI	-	
DIP BORROWINGS	-	
TRANSFERS IN - THIRD PARTIES	2,124,976	
TRANSFERS IN - NONFILING ENTITIES	178,443,162	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	721,606,942	
MISCELLANEOUS	258,856	
TOTAL RECEIPTS	1,058,223,712	-
DISBURSEMENTS		
PAYROLL	12,778,761	
PAYROLL TAXES	6,906,951	
TRADE PAYABLES - THIRD PARTIES	89,720,639	
TRADE PAYABLES - INTERCOMPANY	-	
ACCOUNT SECURITIZATION	-	
PAYMENTS AS SERVICER FOR GRPI	-	
DIP PRINCIPAL REPAYMENTS	-	
DIP INTEREST AND USAGE FEES	175,235	
TRANSFERS OUT - THIRD PARTIES	7,635,359	
TRANSFERS OUT - NONFILING ENTITIES	300,000	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	718,993,884	
MISCELLANEOUS	2,023,978	
TOTAL DISBURSEMENTS	838,534,808	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	219,688,905	-
CASH - END OF MONTH	\$ 685,025,673	\$ -

Note #1

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Remedium Group, Inc.					
Schedule of Cash Receipts and Disbursements					
MOR-1					
December 2009					
	JP Morgan Chase Depository/Wire 323883842	JP Morgan Chase Disbursement 601831985	Other	CURRENT MONTH	
				ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	\$ (62,081)	\$ -	\$ (62,081)	\$ -
RECEIPTS					
ACCOUNTS RECEIVABLE - THIRD PARTIES				-	-
ACCOUNTS RECEIVABLE - INTERCOMPANY				-	-
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI				-	-
DIP BORROWINGS				-	-
TRANSFERS IN - THIRD PARTIES	52			52	-
TRANSFERS IN - NONFILING ENTITIES				-	-
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	2,287,677	597,018		2,884,696	-
TOTAL RECEIPTS	2,287,729	597,018	-	2,884,747	-
DISBURSEMENTS					
PAYROLL				-	-
PAYROLL TAXES				-	-
TRADE PAYABLES - THIRD PARTIES				-	-
TRADE PAYABLES - INTERCOMPANY				-	-
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI				-	-
DIP PRINCIPAL REPAYMENTS				-	-
DIP INTEREST AND USAGE FEES				-	-
TRANSFERS OUT - THIRD PARTIES		680,383		680,383	-
TRANSFERS OUT - NONFILING ENTITIES				-	-
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	2,287,729			2,287,729	-
MISCELLANEOUS				-	-
TOTAL DISBURSEMENTS	2,287,729	680,383	-	2,968,112	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	(83,364)	-	(83,364)	-
CASH - END OF MONTH	\$ -	\$ (145,445)	\$ -	\$ (145,445)	\$ -

W.R. Grace & Co. Schedule of Cash Receipts and Disbursements MOR-1 December 2009			
	JP Morgan Chase Pass Through 323881963	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ (251)	\$ (251)	\$ -
RECEIPTS			
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	-
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	-
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	-
DIP BORROWINGS		-	-
TRANSFERS IN - THIRD PARTIES		-	-
TRANSFERS IN - NONFILING ENTITIES		-	-
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	596,967	596,967	-
TOTAL RECEIPTS	596,967	596,967	-
DISBURSEMENTS			
PAYROLL		-	-
PAYROLL TAXES		-	-
TRADE PAYABLES - THIRD PARTIES		-	-
TRADE PAYABLES - INTERCOMPANY		-	-
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	-
DIP PRINCIPAL REPAYMENTS		-	-
DIP INTEREST AND USAGE FEES		-	-
TRANSFERS OUT - THIRD PARTIES		-	-
TRANSFERS OUT - NONFILING ENTITIES		-	-
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	596,967	596,967	-
MISCELLANEOUS		-	-
TOTAL DISBURSEMENTS	596,967	596,967	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ (251)	\$ (251)	\$ -

Darex Puerto Rico, Inc.

Schedule of Cash Receipts and Disbursements

MOR-1

December 2009

	Citibank Operating Acct 300153011	Petty Cash	Other	Cash-in-Transit	CURRENT MONTH	
					ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 4,996,203	\$ -	\$ -	\$ -	\$ 4,996,203	\$ -
RECEIPTS						
ACCOUNTS RECEIVABLE - THIRD PARTIES	(3,340,873)	No Activity	No Activity	No Activity	(3,340,873)	
ACCOUNTS RECEIVABLE - INTERCOMPANY					-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI					-	
DIP BORROWINGS					-	
TRANSFERS IN - THIRD PARTIES					-	
TRANSFERS IN - NONFILING ENTITIES					-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	115,528				115,528	
TOTAL RECEIPTS	(3,225,345)	-	-	-	(3,225,345)	-
DISBURSEMENTS						
PAYROLL	7,715				7,715	
PAYROLL TAXES	2,546				2,546	
TRADE PAYABLES - THIRD PARTIES	1,094,428				1,094,428	
TRADE PAYABLES - INTERCOMPANY					-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI					-	
DIP PRINCIPAL REPAYMENTS					-	
DIP INTEREST AND USAGE FEES					-	
TRANSFERS OUT - THIRD PARTIES					-	
TRANSFERS OUT - NONFILING ENTITIES					-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	115,528				115,528	
MISCELLANEOUS					-	
TOTAL DISBURSEMENTS	1,220,217	-	-	-	1,220,217	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	(4,445,562)	-	-	-	(4,445,562)	-
CASH - END OF MONTH	\$ 550,641	\$ -	\$ -	\$ -	\$ 550,641	\$ -

Grace International Holdings Schedule of Cash Receipts and Disbursements MOR-1 December 2009			
	Grace International Holdings 323136524	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	\$ -	\$ -
RECEIPTS			
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES	3,236,677	3,236,677	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	3,236,677	3,236,677	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	3,236,677	3,236,677	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	3,236,677	3,236,677	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ -	\$ -	\$ -

CC Partners			
Schedule of Cash Receipts and Disbursements			
MOR-1			
December 2009			
	First Union Deposit Acct 2199500031802	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	\$ -	\$ -
RECEIPTS			
	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ -	\$ -	\$ -

Kootenai Development Company			
Schedule of Cash Receipts and Disbursements			
MOR-1			
December 2009			
	First National Bank of Montana 1049097	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 56,543	\$ 56,543	\$ -
RECEIPTS			
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS	18,172	18,172	
TOTAL DISBURSEMENTS	18,172	18,172	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	(18,172)	(18,172)	-
CASH - END OF MONTH	\$ 38,371	\$ 38,371	\$ -

Grace Europe, Inc. Schedule of Cash Receipts and Disbursements MOR-1 December 2009			
	Barclays Bank PLC	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	\$ -	\$ -
RECEIPTS			
	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ -	\$ -	\$ -

Gloucester New Communities Company, Inc. Schedule of Cash Receipts and Disbursements MOR-1 December 2009			
	Cash On Hand	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 500	\$ 500	-
RECEIPTS:			
	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS:			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ 500	\$ 500	-

Dewey & Almy, LLC			
Schedule of Cash Receipts and Disbursements			
MOR-1			
December 2009			
	Miscellaneous	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	\$ -	\$ -
RECEIPTS			
	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION			
PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ -	\$ -	\$ -

December 31, 2009

Office of the United States Trustee

Subject: Attestation Regarding Bank Account Reconciliations

The debtor, W. R. Grace & Co, et al, hereby submits this attestation regarding bank account reconciliations in lieu of providing copies of bank statements and copies of all account reconciliations.

The debtor has, on a timely basis, performed all bank account reconciliations in the ordinary course of business. Copies of bank account statements and reconciliations are available for inspection upon request by the United States Trustee's Office.

GRACE


Name: Hudson La Force
Position: Senior Vice President and
Chief Financial Officer

Sworn to and Subscribed
before me on this 4th
day of February, 2009. 2010


LEAH ANGLE
NOTARY PUBLIC STATE OF MARYLAND
My Commission Expires September 13, 2011

W.R. Grace & Co. - Chapter 11 Filing Entities
Combining Statement of Operations
MOR - 2
Month Ended December 31, 2009

	W.R. Grace & Co. - Conn.	W.R. Grace & Co.	Remedium Group, Inc.	OCHP, Inc.	CC Partners	Grace Washington, Inc.	Litigation Management, Inc.	Grace Europe, Inc.	L.B. Realty, Inc.
<i>IRIS numbers</i>	<i>all Conn*</i>	<i>005</i>	<i>063</i>	<i>074</i>	<i>078</i>	<i>197</i>	<i>317</i>	<i>407/702</i>	<i>495</i>
Net sales to third parties	\$ 63,133,431	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	36,501,160	-	-	-	-	-	-	-	-
Net sales to filing entities	(66,833)	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	(3,798,805)	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	4,433,877	5,032,280	762,559	19,173	845,233	-	2,602,915	-	-
	100,202,830	5,032,280	762,559	19,173	845,233	-	2,602,915	-	-
Cost of goods sold to third parties	38,434,640	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	14,094,899	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	65,417	-	-	-	-	-	-	-	-
Cost of goods sold to related parties	(97,616)	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	25,208,278	49,000	2,798,152	1,570	1,570	20,049	-	-	-
Restructuring expenses	-	-	-	-	-	-	-	-	-
Research and development expenses	3,386,727	-	-	-	-	-	-	-	-
Defined benefit pension expense	5,782,469	-	-	-	-	-	-	-	-
Depreciation and amortization	5,125,760	-	1,848	-	-	-	-	-	-
Interest expense	3,262,275	-	-	-	-	-	-	-	-
Other expense (income), net	(2,738,348)	-	(358)	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	1,816,747	-	-	-	-	-	-	-	-
	94,341,248	49,000	2,799,642	1,570	1,570	20,049	-	-	-
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	5,861,581	4,983,280	(2,037,083)	17,603	843,663	(20,049)	2,602,915	-	-
(Provision for) benefit from income taxes	24,472,245	(1,744,149)	757,072	(6,161)	(295,282)	(4,649)	(911,021)	274	-
Noncontrolling interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
Net (loss) income	\$ 30,333,826	\$ 3,239,131	\$ (1,280,011)	\$ 11,442	\$ 548,381	\$ (24,698)	\$ 1,691,894	\$ 274	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities
Combining Statement of Operations
MOR - 2
Month Ended December 31, 2009

	Grace International Holdings, Inc.	Darex Puerto Rico, Inc.	Alewife Land Corporation	Alewife Boston, Ltd.	Five Alewife Boston Ltd.	GN Holdings, Inc.	MRA Holdings Corp.	MRA Intermedco, Inc.	MRA Staffing Systems, Inc.
<i>IRIS numbers</i>	543	798	069	070	71	073	075	076	077
Net sales to third parties	\$ -	\$ 200,133	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	2,497,014	-	-	-	-	-	-	-	-
	2,497,014	200,133	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	121,837	4,810	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to related parties	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	20,642	-	-	-	-	-	-	1,570
Restructuring expenses	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-
Defined benefit pension expense	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	86,137	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-
Other expense (income), net	-	(3,035)	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	-	-	-	-	-	-	-	-	-
	-	225,582	4,810	-	-	-	-	-	1,570
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	2,497,014	(25,449)	(4,810)	-	-	-	-	-	(1,570)
(Provision for) benefit from income taxes	185,364	(232,055)	1,683	-	-	-	-	-	-
Noncontrolling interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
Net (loss) income	\$ 2,682,378	\$ (257,504)	\$ (3,127)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (1,570)

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities
Combining Statement of Operations
MOR - 2
Month Ended December 31, 2009

	Kootenai Development Company	CB Biomedical, Inc.	Amicon, Inc.	Grace Environmental, Inc.	Grace Chemical Company of Cuba	Southern Oil, Resin & Fiberglass, Inc.	Guanica- Caribe Land Development Corporation	Dewey & Almy, LLC	A-1 Bit & Tool Co., Inc.
<i>IRIS numbers</i>	079	125	174	198	305	318	376	406/408	458
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to related parties	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	18,172	-	-	-	-	-	-	-	-
Restructuring expenses	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-
Defined benefit pension expense	-	-	-	-	-	-	-	-	-
Depreciation and amortization	314	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-
Other expense (income), net	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	-	-	-	-	-	-	-	-	-
	18,486	-	-	-	-	-	-	-	-
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	(18,486)	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	6,470	-	-	-	-	-	-	-	-
Noncontrolling interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
Net (loss) income	\$ (12,016)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities
Combining Statement of Operations
MOR - 2
Month Ended December 31, 2009

	Grace Tarpon Investors, Inc.	G-C Limited Partners I, Inc.	Monolith Enterprises, Incorporated	Grace Culinary Systems, Inc.	Grace Hotel Services Corporation	Monroe Street, Inc.	Grace H-G Inc.	Hanover Square Corporation	Ecarg, Inc.
<i>IRIS numbers</i>	462	465	477	479	480	481	506	516	519
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to related parties	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-
Restructuring expenses	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-
Defined benefit pension expense	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-
Other expense (income), net	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	-	-	-	-	-	-	-	-	-
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-
Noncontrolling interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
Net (loss) income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities
Combining Statement of Operations
MOR - 2
Month Ended December 31, 2009

	W.R. Grace Land Corporation	G.C. Management, Inc.	Water Street Corporation	Del Taco Restaurants, Inc.	W.R. Grace Capital Corporation	Gloucester New Communities Company, Inc.	Creative Food N' Fun Company	Grace PAR Corporation	Grace A-B Inc.
<i>IRIS numbers</i>	523	539	548	557	563	572	587	621	625
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to related parties	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-
Restructuring expenses	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-
Defined benefit pension expense	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-
Other expense (income), net	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	-	-	-	-	-	-	-	-	-
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-
Noncontrolling interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
Net (loss) income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities
Combining Statement of Operations
MOR - 2
Month Ended December 31, 2009

	Homco International, Inc.	GPC Thomasville Corp.	Grace Ventures Corp.	Grace Energy Corporation	GEC Management Corporation	Grace Offshore Company	Coalgrace, Inc.	Grace A-B II Inc.	Grace H-G II Inc.
<i>IRIS numbers</i>	631	637	664	681	689	822	824	827	828
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	11,519,650	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-
	11,519,650	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to related parties	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-
Restructuring expenses	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-
Defined benefit pension expense	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-
Other expense (income), net	(224,719)	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	-	-	-	-	-	-	-	-	-
	(224,719)	-	-	-	-	-	-	-	-
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	11,744,369	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	(575,982)	-	-	-	-	-	-	-	-
Noncontrolling interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
Net (loss) income	\$ 11,168,387	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities
Combining Statement of Operations
MOR - 2
Month Ended December 31, 2009

	Coalgrace II, Inc.	Gracoal II, Inc.	Gracoal, Inc.	Grace Drilling Company	Grace Petroleum Libya Incorporated	Axial Basin Ranch Company	Hayden-Gulch West Coal Company	H-G Coal Company
<i>IRS numbers</i>	835	848	856	877	880	na	na	na
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-
Cost of goods sold to related parties	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-
Restructuring expenses	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-
Defined benefit pension expense	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-
Other expense (income), net	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	-	-	-	-	-	-	-	-
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	-	-	-	-	-	-	-	-
Noncontrolling interest in income of subsidiary	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-
Net (loss) income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities Combining Statement of Operations MOR - 2 Month Ended December 31, 2009			
	Eliminations between Filing Entities	Conversion to Equity Method	COMBINED FILING ENTITIES
<i>IRIS numbers</i>	LEVEL 2	BNF/L3/M	
Net sales to third parties	\$ -	\$ -	\$ 63,333,564
Net sales to non-filing entities	-	-	\$ 36,501,160
Net sales to filing entities	66,833	-	\$ -
Interest and royalties from non-filing entities, net	-	-	\$ 7,720,845
Interest and royalties from filing entities, net	(16,193,050)	-	\$ -
	(16,126,217)	-	\$ 107,555,569
Cost of goods sold to third parties	-	-	\$ 38,561,288
Cost of goods sold to non-filing entities	-	-	\$ 14,094,899
Cost of goods sold to filing entities	(65,417)	-	\$ -
Cost of goods sold to related parties	-	-	\$ (97,616)
Selling, general and administrative expenses	-	-	\$ 28,119,003
Restructuring expenses	-	-	\$ -
Research and development expenses	-	-	\$ 3,386,727
Defined benefit pension expense	-	-	\$ 5,782,469
Depreciation and amortization	-	-	\$ 5,214,059
Interest expense	-	-	\$ 3,262,275
Other expense (income), net	-	-	\$ (2,966,460)
Chapter 11 reorganization expenses, net of interest income	-	-	\$ 1,816,747
	(65,417)	-	\$ 97,173,391
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	(16,060,800)	-	\$ 10,382,178
(Provision for) benefit from income taxes	-	-	\$ 21,653,809
Noncontrolling interest in income of subsidiary	-	-	\$ -
Equity in net income of non-filing entities	-	(12,747,028)	\$ (12,747,028)
Net (loss) income	\$ (16,060,800)	\$ (12,747,028)	\$ 19,288,959

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W. R. Grace & Co. - Chapter 11 Filing Entities
Combining Balance Sheet
MOR - 3
December 31, 2009

	W. R. Grace & Co. Conn	W. R. Grace & Co.	Remedium Group, Inc.	CCHP, Inc.	CC Partners	Grace Washington, Inc.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ 685,025,673	\$ (251)	\$ (145,445)	\$ -	\$ -	\$ -
Investment securities	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	77,722,236	-	-	-	-	-
Accounts receivable - related party	16,913,259	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	314,002,765	(329,555,616)	(27,004,449)	12,872,292	(69,845,902)	(12,809,901)
Inventories	86,357,485	-	-	-	-	-
Deferred income taxes	35,590,657	-	(1,058,712)	-	-	-
Other current assets	16,948,838	-	-	-	-	-
Total Current Assets	1,232,560,913	(329,555,868)	(28,208,607)	12,872,292	(69,845,902)	(12,809,901)
Properties and equipment, net	398,453,406	-	311,794	-	-	-
Goodwill	24,063,463	-	-	-	-	-
Deferred income taxes	977,080,480	-	23,348,418	-	-	-
Asbestos-related insurance receivable	500,000,000	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	(1,802,294,232)	1,169,728,647	117,140,363	6,201,948	269,220,116	-
Investment in filing and non-filing entities	1,138,725,771	241,512,111	-	-	-	-
Overfunded defined benefit pension plans	254,551	-	-	-	-	-
Investment of unconsolidated affiliates	45,785,699	-	-	-	-	-
Other assets	41,131,128	-	-	-	-	-
Total Assets	\$ 2,555,761,178	\$ 1,081,684,890	\$ 112,591,968	\$ 19,074,240	\$ 199,374,213	\$ (12,809,901)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ 193,990	-	\$ -	\$ -	\$ -	\$ -
Loan payable - related party	1,757,552	-	-	-	-	-
Accounts payable	67,046,019	-	264,805	-	-	-
Accounts payable - related party	269,650	-	-	-	-	-
Income taxes payable	1,488,118	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	128,340,369	-	(211,120)	-	-	1,612
Total Current Liabilities	199,095,698	-	53,684	-	-	1,612
Debt payable after one year	285,547	-	-	-	-	-
Loan payable - related party	10,457,504	-	-	-	-	-
Deferred income taxes	192,109,917	-	-	-	-	-
Underfunded defined benefit pension plans	359,635,251	-	-	-	-	-
Other liabilities	30,590,749	-	-	-	-	-
Total Liabilities Not Subject to Compromise	792,174,665	-	53,684	-	-	1,612
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	850,551,608	-	-	-	-	-
Drawn letters of credit plus accrued interest	31,438,869	-	-	-	-	-
Income tax contingencies	(143,027,965)	128,508,736	(11,291,822)	550,607	24,842,373	(163,141)
Asbestos-related contingencies	1,700,000,000	-	-	-	-	-
Environmental contingencies	84,756,069	-	63,684,874	-	-	-
Postretirement benefits	171,193,635	-	-	-	-	-
Other liabilities and accrued interest	135,918,343	-	656,146	-	-	-
Total Liabilities Subject to Compromise	2,830,830,559	128,508,736	53,049,198	550,607	24,842,373	(163,141)
Total Liabilities	3,623,005,224	128,508,736	53,102,883	550,607	24,842,373	(161,529)
Equity (Deficit)						
Preferred stock	-	-	-	-	-	-
Common stock	83,968,960	836,648	12,223	1,000	-	1,000
Paid in capital	144,899,878	440,064,277	9,724,449	34,052,467	56,011,577	-
(Accumulated deficit)/Retained earnings	(774,407,653)	568,152,632	49,752,414	(15,529,834)	118,520,264	(12,649,372)
Treasury stock, at cost	-	(55,877,504)	-	-	-	-
Accumulated other comprehensive (loss) income	(521,835,230)	100	-	-	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	(1,067,374,046)	953,176,154	59,489,085	18,523,633	174,531,840	(12,648,372)
Noncontrolling interest	130,000	-	-	-	-	-
Total Equity (Deficit)	(1,067,244,046)	953,176,154	59,489,085	18,523,633	174,531,840	(12,648,372)
Total Liabilities and Equity (Deficit)	\$ 2,555,761,178	\$ 1,081,684,890	\$ 112,591,968	\$ 19,074,240	\$ 199,374,213	\$ (12,809,901)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities
Combining Balance Sheet
MOR - 3
December 31, 2009

	Litigation Management, Inc.	Grace Europe, Inc.	L B Realty, Inc.	Grace International Holdings, Inc.	Darex Puerto Rico, Inc.	Alewite Land Corporation
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ 550,640	\$ -
Investment securities	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	-	80,957	-	-	1,067,434	-
Accounts receivable - related party	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	(386,938,610)	5,710,638	140,524,854	(93,406,106)	2,323,538	(5,219,286)
Inventories	-	-	-	-	138,038	-
Deferred income taxes	-	0	-	-	81,169	-
Other current assets	-	-	-	-	0	17,236
Total Current Assets	(386,938,610)	5,791,595	140,524,854	(93,406,106)	4,160,819	(5,202,049)
Properties and equipment, net	-	-	-	-	421,906	-
Goodwill	-	-	-	-	1,256,948	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	653,748,359	(3,270,553)	-	28,497,694	-	-
Investment in filing and non-filing entities	-	-	-	58,669,464	-	-
Overfunded defined benefit pension plans	-	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-	-
Other assets	-	54,000	-	-	4,925,925	-
Total Assets	\$ 266,809,750	\$ 2,575,042	\$ 140,524,854	\$ (6,238,947)	\$ 10,765,598	\$ (5,202,049)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Loan payable - related party	-	-	-	-	-	-
Accounts payable	-	21,764	-	-	598,924	-
Accounts payable - related party	-	-	-	-	-	-
Income taxes payable	-	-	-	-	(1,487,850)	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	355,606	-	-	225,671	-
Total Current Liabilities	-	377,370	-	-	(663,255)	-
Debt payable after one year	-	-	-	-	-	-
Loan payable - related party	-	-	-	-	-	-
Deferred income taxes	-	0	-	(169,509)	36,583	-
Underfunded defined benefit pension plans	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	377,371	-	(169,509)	(626,672)	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-	-
Income tax contingences	76,525,185	(1,085,302)	(150)	(9,696,390)	388,630	(414,441)
Asbestos-related contingences	-	-	-	-	-	-
Environmental contingences	-	-	-	-	-	-
Postretirement benefits	-	-	-	-	-	-
Other liabilities and accrued interest	-	(2,442)	-	-	133,907	-
Total Liabilities Subject to Compromise	76,525,185	(1,087,745)	(150)	(9,696,390)	522,537	(414,441)
Total Liabilities	76,525,185	(710,374)	(150)	(9,865,899)	(104,135)	(414,441)
Equity (Deficit)						
Preferred stock	112	-	-	-	-	-
Common stock	1,000	1,000	-	1,000	1,000	200
Paid in capital	(29,267,410)	-	25,358,993	61,845,489	13,074,177	274,606
(Accumulated deficit)/Retained earnings	219,550,862	(345,472)	115,166,011	(102,452,321)	(2,205,444)	(5,062,414)
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	3,629,888	-	44,232,784	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	190,284,565	3,285,416	140,525,004	3,626,952	10,869,733	(4,787,608)
Noncontrolling interest	-	-	-	-	-	-
Total Equity (Deficit)	190,284,565	3,285,416	140,525,004	3,626,952	10,869,733	(4,787,608)
Total Liabilities and Equity (Deficit)	\$ 266,809,750	\$ 2,575,042	\$ 140,524,854	\$ (6,238,947)	\$ 10,765,598	\$ (5,202,049)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities
Combining Balance Sheet
MOR - 3
December 31, 2009

	Alewife Boston Ltd.	Five Alewife Boston Ltd.	GN Holdings, Inc.	MRA Holdings Corp.	MRA Intermedco, Inc.	MRA Staffing Systems, Inc.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment securities	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	(2,143,580)	-	(57,817,172)	(110)	(330)	(27,731)
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	(2,143,580)	-	(57,817,172)	(110)	(330)	(27,731)
Properties and equipment, net	-	-	-	-	-	-
Goodwill	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	-	34,053,467	54,500,000	54,500,000	56,011,577
Overfunded defined benefit pension plans	-	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
Total Assets	\$ (2,143,580)	\$ -	\$ (23,763,706)	\$ 54,499,890	\$ 54,499,670	\$ 55,983,846
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Loan payable - related party	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-	-
Debt payable after one year	-	-	-	-	-	-
Loan payable - related party	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-	-
Income tax contingences	(210)	-	-	(110)	(330)	(7,489)
Asbestos-related contingences	-	-	-	-	-	-
Environmental contingences	-	-	-	-	-	-
Postretirement benefits	-	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(210)	-	-	(110)	(330)	(7,489)
Total Liabilities	(210)	-	-	(110)	(330)	(7,489)
Equity (Deficit)						
Preferred stock	-	-	-	-	-	-
Common stock	-	-	931,540	1	130	130
Paid in capital	-	-	9,408,460	54,499,999	54,499,870	54,499,870
(Accumulated deficit)/Retained earnings	(2,143,370)	-	(34,103,706)	-	-	1,491,335
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	(2,143,370)	-	(23,763,706)	54,500,000	54,500,000	55,991,335
Noncontrolling interest	-	-	-	-	-	-
Total Equity (Deficit)	(2,143,370)	-	(23,763,706)	54,500,000	54,500,000	55,991,335
Total Liabilities and Equity (Deficit)	\$ (2,143,580)	\$ -	\$ (23,763,706)	\$ 54,499,890	\$ 54,499,670	\$ 55,983,846

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities
Combining Balance Sheet
MOR - 3
December 31, 2009

	Kootenai Development Company	CB Biomedical, Inc.	Amicon, Inc.	Grace Environmental, Inc.	Grace Chemical Company of Cuba	Southern Oil, Resin & Fiberglass, Inc.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ 38,371	\$ -	\$ -	\$ -	\$ -	\$ -
Investment securities	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	(170,483)	(26,614,022)	57,347,191	(7,283,826)	-	-
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	7,731	-	-	-	-	-
Total Current Assets	(124,381)	(26,614,022)	57,347,191	(7,283,826)	-	-
Properties and equipment, net	11,304	-	-	-	-	-
Goodwill	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	-	-	-	-	-
Overfunded defined benefit pension plans	-	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
Total Assets	\$ (113,077)	\$ (26,614,022)	\$ 57,347,191	\$ (7,283,826)	\$ -	\$ -
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Loan payable - related party	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-	-
Debt payable after one year	-	-	-	-	-	-
Loan payable - related party	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-	-
Income tax contingencies	(495,893)	(195)	10,346,794	(230)	-	-
Asbestos-related contingencies	-	-	-	-	-	-
Environmental contingencies	-	-	-	-	-	-
Postretirement benefits	-	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(495,893)	(195)	10,346,794	(230)	-	-
Total Liabilities	(495,893)	(195)	10,346,794	(230)	-	-
Equity (Deficit)						
Preferred stock	-	-	-	-	-	-
Common stock	-	-	-	5,150	-	-
Paid in capital	1,303,954	864,233	3,671,658	5,144,850	-	-
(Accumulated deficit)/Retained earnings	(921,138)	(27,478,060)	43,427,950	(12,433,596)	-	-
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	(99,212)	-	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	382,816	(26,613,827)	47,000,396	(7,283,596)	-	-
Noncontrolling interest	-	-	-	-	-	-
Total Equity (Deficit)	382,816	(26,613,827)	47,000,396	(7,283,596)	-	-
Total Liabilities and Equity (Deficit)	\$ (113,077)	\$ (26,614,022)	\$ 57,347,191	\$ (7,283,826)	\$ -	\$ -

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities
Combining Balance Sheet
MOR - 3
December 31, 2009

	Guanica-Caribe Land Development Corporation	Dewey & Almy, LLC	A-1 Bit & Tool Co., Inc.	Grace Tarpon Investors, Inc.	G C Limited Partners I, Inc.	Monolith Enterprises, Incorporated
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment securities	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	5,824,284	(102,989)	(1,119,103)	10,284,124	330	(2,417,714)
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	5,824,284	(102,989)	(1,119,103)	10,284,124	330	(2,417,714)
Properties and equipment, net	-	-	-	-	-	-
Goodwill	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	94,022	-	-	-	-
Overfunded defined benefit pension plans	-	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
Total Assets	\$ 5,824,284	\$ (8,966)	\$ (1,119,103)	\$ 10,284,124	\$ 330	\$ (2,417,714)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Loan payable - related party	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	3	-	-
Total Current Liabilities	-	-	-	3	-	-
Debt payable after one year	-	-	-	-	-	-
Loan payable - related party	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	3	-	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-	-
Income tax contingencies	(110)	-	(110)	(560)	(560)	(450)
Asbestos-related contingencies	-	-	-	-	-	-
Environmental contingencies	-	-	-	-	-	-
Postretirement benefits	-	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(110)	-	(110)	(560)	(560)	(450)
Total Liabilities	(110)	-	(110)	(557)	(560)	(450)
Equity (Deficit)						
Preferred stock	-	-	-	-	-	-
Common stock	1,000	2,000	29,000	1,000	1,000	26,000
Paid in capital	5,823,446	-	-	3,136,087	-	9,988,414
(Accumulated deficit)/Retained earnings	(52)	(10,966)	(1,147,993)	7,147,595	(110)	(12,431,678)
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	5,824,394	(8,966)	(1,118,993)	10,284,682	890	(2,417,264)
Noncontrolling interest	-	-	-	-	-	-
Total Equity (Deficit)	5,824,394	(8,966)	(1,118,993)	10,284,682	890	(2,417,264)
Total Liabilities and Equity (Deficit)	\$ 5,824,284	\$ (8,966)	\$ (1,119,103)	\$ 10,284,124	\$ 330	\$ (2,417,714)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities
Combining Balance Sheet
MOR - 3
December 31, 2009

	Grace Culinary Systems, Inc.	Grace Hotel Services Corporation	Monroe Street, Inc.	Grace H-G Inc.	Hanover Square Corporation	Ecarg, Inc.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment securities	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	(26,312,455)	(5,132,933)	(3,350,634)	(2,509,849)	840	(1,230,613)
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	(26,312,455)	(5,132,933)	(3,350,634)	(2,509,849)	840	(1,230,613)
Properties and equipment, net	-	-	-	-	-	-
Goodwill	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	-	-	-	-	-
Overfunded defined benefit pension plans	-	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
Total Assets	\$ (26,312,455)	\$ (5,132,933)	\$ (3,350,634)	\$ (2,509,849)	\$ 840	\$ (1,230,613)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Loan payable - related party	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-	-
Debt payable after one year	-	-	-	-	-	-
Loan payable - related party	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-	-
Income tax contingences	-	(818)	(110)	(210)	(110)	(30)
Asbestos-related contingences	-	-	-	-	-	-
Environmental contingences	-	-	-	-	-	-
Postretirement benefits	-	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-	-
Total Liabilities Subject to Compromise	-	(818)	(110)	(210)	(110)	(30)
Total Liabilities	-	(818)	(110)	(210)	(110)	(30)
Equity (Deficit)						
Preferred stock	-	-	-	-	-	-
Common stock	-	-	1,000	1,000	1,000	50
Paid in capital	-	-	-	-	-	50
(Accumulated deficit)/Retained earnings	(26,312,455)	(5,132,115)	(3,351,524)	(2,510,639)	(50)	(1,230,683)
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	(26,312,455)	(5,132,115)	(3,350,524)	(2,509,639)	950	(1,230,583)
Noncontrolling interest	-	-	-	-	-	-
Total Equity (Deficit)	(26,312,455)	(5,132,115)	(3,350,524)	(2,509,639)	950	(1,230,583)
Total Liabilities and Equity (Deficit)	\$ (26,312,455)	\$ (5,132,933)	\$ (3,350,634)	\$ (2,509,849)	\$ 840	\$ (1,230,613)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities
Combining Balance Sheet
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December 31, 2009

	W. R. Grace Land Corporation	G C Management, Inc.	Water Street Corporation	Del Taco Restaurants, Inc.	W. R. Grace Capital Corporation	Gloucester New Communities Company, Inc.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 500
Investment securities	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-	91,572
Accounts receivable - related party	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	36,708,315	-	(73,061)	(12,559,518)	(264,688)	(19,555,815)
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	36,708,315	-	(73,061)	(12,559,518)	(264,688)	(19,463,742)
Properties and equipment, net	-	-	-	-	438,445	-
Goodwill	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	6,284,806	-	-	-	-	-
Overfunded defined benefit pension plans	-	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-	-
Other assets	-	-	-	-	-	4,066
Total Assets	\$ 42,993,121	\$ -	\$ (73,061)	\$ (12,559,518)	\$ 173,757	\$ (19,459,676)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Loan payable - related party	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	4,066
Accounts payable - related party	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	199	-
Total Current Liabilities	-	-	-	-	199	4,066
Debt payable after one year	-	-	-	-	-	-
Loan payable - related party	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	199	4,066
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-	-
Income tax contingences	(821)	-	(110)	(265)	(759)	-
Asbestos-related contingences	-	-	-	-	-	-
Environmental contingences	-	-	-	-	-	-
Postretirement benefits	-	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(821)	-	(110)	(265)	(759)	-
Total Liabilities	(821)	-	(110)	(265)	(560)	4,066
Equity (Deficit)						
Preferred stock	-	-	-	-	-	-
Common stock	5,000	-	1,000	85,539	1,000	5,000
Paid in capital	19,577,160	-	-	6,541,055	4,000	6,000,000
(Accumulated deficit)/Retained earnings	23,411,782	-	(73,951)	(19,185,847)	169,317	(25,468,742)
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	42,993,942	-	(72,951)	(12,559,253)	174,317	(19,463,742)
Noncontrolling interest	-	-	-	-	-	-
Total Equity (Deficit)	42,993,942	-	(72,951)	(12,559,253)	174,317	(19,463,742)
Total Liabilities and Equity (Deficit)	\$ 42,993,121	\$ -	\$ (73,061)	\$ (12,559,518)	\$ 173,757	\$ (19,459,676)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities
Combining Balance Sheet
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December 31, 2009

	Creative Food N' Fun Company	Grace PAR Corporation	Grace A-B Inc.	Homco International, Inc.	GPC Thomasville Corp.	Grace Ventures Corp.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment securities	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	23,478,717	6,345,361	810,265	(48,413,250)	(185)	(86,721)
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	23,478,717	6,345,361	810,265	(48,413,250)	(185)	(86,721)
Properties and equipment, net	-	-	-	-	-	-
Goodwill	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	-	-	-	-	-
Overfunded defined benefit pension plans	-	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
Total Assets	\$ 23,478,717	\$ 6,345,361	\$ 810,265	\$ (48,413,250)	\$ (185)	\$ (86,721)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Loan payable - related party	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-	-
Debt payable after one year	-	-	-	-	-	-
Loan payable - related party	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-	-
Income tax contingences	(1,432)	(300)	(335)	(405)	(185)	(110)
Asbestos-related contingences	-	-	-	-	-	-
Environmental contingences	-	-	-	-	-	-
Postretirement benefits	-	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(1,432)	(300)	(335)	(405)	(185)	(110)
Total Liabilities	(1,432)	(300)	(335)	(405)	(185)	(110)
Equity (Deficit)						
Preferred stock	-	-	-	-	-	-
Common stock	1,090,000	1,000	1,000	303,000	-	-
Paid in capital	33,631,999	18,090,032	-	37,765,000	-	1,900,000
(Accumulated deficit)/Retained earnings	(11,241,851)	(11,745,371)	809,600	(86,480,845)	-	(1,986,611)
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	23,480,148	6,345,661	810,600	(48,412,845)	-	(86,611)
Noncontrolling interest	-	-	-	-	-	-
Total Equity (Deficit)	23,480,148	6,345,661	810,600	(48,412,845)	-	(86,611)
Total Liabilities and Equity (Deficit)	\$ 23,478,717	\$ 6,345,361	\$ 810,265	\$ (48,413,250)	\$ (185)	\$ (86,721)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities
Combining Balance Sheet
MOR - 3
December 31, 2009

	Grace Energy Corporation	GEC Management Corporation	Grace Offshore Company	Coalgrace, Inc.	Grace A-B II Inc.
ASSETS					
Current Assets					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -
Investment securities	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	352,712,699	4,389,612	(15,750,664)	5,296,839	875,359
Inventories	-	-	-	-	-
Deferred income taxes	-	-	-	-	-
Other current assets	-	-	-	-	-
Total Current Assets	352,712,699	4,389,612	(15,750,664)	5,296,839	875,359
Properties and equipment, net	-	-	-	-	-
Goodwill	-	-	-	-	-
Deferred income taxes	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	(35,903,123)	(14,135,725)	-	-	-
Investment in filing and non-filing entities	187,272,210	-	-	-	-
Overfunded defined benefit pension plans	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-
Other assets	-	-	-	-	-
Total Assets	\$ 504,081,786	\$ (9,746,113)	\$ (15,750,664)	\$ 5,296,839	\$ 875,359
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)					
Liabilities Not Subject to Compromise					
Current Liabilities					
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -
Loan payable - related party	-	-	-	-	-
Accounts payable	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-
Income taxes payable	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-
Other current liabilities	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-
Debt payable after one year	-	-	-	-	-
Loan payable - related party	-	-	-	-	-
Deferred income taxes	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-
Other liabilities	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-
Liabilities Subject to Compromise					
Debt, pre-petition plus accrued interest	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-
Income tax contingencies	(119)	(110)	-	(360)	(310)
Asbestos-related contingencies	-	-	-	-	-
Environmental contingencies	-	-	-	-	-
Postretirement benefits	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-
Total Liabilities Subject to Compromise	(119)	(110)	-	(360)	(310)
Total Liabilities	(119)	(110)	-	(360)	(310)
Equity (Deficit)					
Preferred stock	-	-	-	-	-
Common stock	1,000	1,000	(114,960)	100	1,000
Paid in capital	451,425,156	(2,089,027)	34,215,000	-	-
(Accumulated deficit)/Retained earnings	52,655,749	(7,657,976)	(49,850,704)	5,297,099	874,669
Treasury stock, at cost	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	504,081,905	(9,746,003)	(15,750,664)	5,297,199	875,669
Noncontrolling interest	-	-	-	-	-
Total Equity (Deficit)	504,081,905	(9,746,003)	(15,750,664)	5,297,199	875,669
Total Liabilities and Equity (Deficit)	\$ 504,081,786	\$ (9,746,113)	\$ (15,750,664)	\$ 5,296,839	\$ 875,359

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities
Combining Balance Sheet
MOR - 3
December 31, 2009

	Grace H-G II Inc.	Coalgrace II, Inc.	Gracoal II, Inc.	Gracoal, Inc.	Grace Drilling Company
ASSETS					
Current Assets					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -
Investment securities	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	(5,314)	108,080	130,215,533	145,239,206	(81,115,113)
Inventories	-	-	-	-	-
Deferred income taxes	-	-	-	-	-
Other current assets	-	-	-	-	-
Total Current Assets	(5,314)	108,080	130,215,533	145,239,206	(81,115,113)
Properties and equipment, net	-	-	-	-	-
Goodwill	-	-	-	-	-
Deferred income taxes	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-
Investment in filing and non-filing entities	-	-	-	-	-
Overfunded defined benefit pension plans	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-
Other assets	-	-	-	-	-
Total Assets	\$ (5,314)	\$ 108,080	\$ 130,215,533	\$ 145,239,206	\$ (81,115,113)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)					
Liabilities Not Subject to Compromise					
Current Liabilities					
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -
Loan payable - related party	-	-	-	-	-
Accounts payable	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-
Income taxes payable	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-
Other current liabilities	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-
Debt payable after one year	-	-	-	-	-
Loan payable - related party	-	-	-	-	-
Deferred income taxes	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-
Other liabilities	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-
Liabilities Subject to Compromise					
Debt, pre-petition plus accrued interest	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-
Income tax contingences	(260)	(360)	21,450,461	21,450,636	(480)
Asbestos-related contingences	-	-	-	-	-
Environmental contingences	-	-	-	-	-
Postretirement benefits	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-
Total Liabilities Subject to Compromise	(260)	(360)	21,450,461	21,450,636	(480)
Total Liabilities	(260)	(360)	21,450,461	21,450,636	(480)
Equity (Deficit)					
Preferred stock	-	-	-	-	-
Common stock	1,000	1,000	1,000	100	124,473
Paid in capital	-	-	30,293,750	13,880,108	51,173,713
(Accumulated deficit)/Retained earnings	(6,054)	107,440	78,470,322	109,908,362	(132,412,819)
Treasury stock, at cost	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	(5,054)	108,440	108,765,072	123,788,570	(81,114,633)
Noncontrolling interest	-	-	-	-	-
Total Equity (Deficit)	(5,054)	108,440	108,765,072	123,788,570	(81,114,633)
Total Liabilities and Equity (Deficit)	\$ (5,314)	\$ 108,080	\$ 130,215,533	\$ 145,239,206	\$ (81,115,113)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities
Combining Balance Sheet
MOR - 3
December 31, 2009

	Grace Petroleum Libya Incorporated	Axial Basin Ranch Company	Hayden-Gulch West Coal Company	H-G Coal Company	Eliminations between Filing Entities	Conversion to Equity Method
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment securities	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	47,407,796	-	-	-	600,000	-
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	47,407,796	-	-	-	600,000	-
Properties and equipment, net	-	-	-	-	-	-
Goodwill	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	-	-	-	(1,323,702,717)	(255,692,631)
Overfunded defined benefit pension plans	-	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-	-
Other assets	-	-	-	-	(1,201,282)	-
Total Assets	\$ 47,407,796	\$ -	\$ -	\$ -	\$ (1,324,303,999)	\$ (255,692,631)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Loan payable - related party	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-	-
Debt payable after one year	-	-	-	-	-	-
Loan payable - related party	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-	-
Income tax contingences	(110)	-	-	-	-	-
Asbestos-related contingences	-	-	-	-	-	-
Environmental contingences	-	-	-	-	-	-
Postretirement benefits	-	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(110)	-	-	-	-	-
Total Liabilities	(110)	-	-	-	-	-
Equity (Deficit)						
Preferred stock	-	-	-	-	-	-
Common stock	1,000	-	-	-	(86,493,960)	-
Paid in capital	7,308,934	-	-	-	(1,222,770,000)	-
(Accumulated deficit)/Retained earnings	40,097,972	-	-	-	4,059,961	(228,597,853)
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	(19,100,000)	(27,094,778)
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	47,407,906	-	-	-	(1,324,303,999)	(255,692,631)
Noncontrolling interest	-	-	-	-	-	-
Total Equity (Deficit)	47,407,906	-	-	-	(1,324,303,999)	(255,692,631)
Total Liabilities and Equity (Deficit)	\$ 47,407,796	\$ -	\$ -	\$ -	\$ (1,324,303,999)	\$ (255,692,631)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities
Combining Balance Sheet
MOR - 3
December 31, 2009

	Reporting Reclases	COMBINED FILING ENTITIES
ASSETS		
Current Assets		
Cash and cash equivalents	\$ -	\$ 685,469,487
Investment securities	-	-
Cash value of life insurance policies, net of policy loans	-	-
Accounts and other receivables, net	-	\$ 78,962,199
Accounts receivable - related party	-	\$ 16,913,259
Receivables from/(payables to) filing and non-filing entities, net	200,000	\$ 64,440,897
Inventories	-	\$ 86,495,523
Deferred income taxes	(5,449,794)	\$ 29,163,320
Other current assets	-	\$ 16,973,805
Total Current Assets	(5,249,794)	\$ 978,418,490
Properties and equipment, net	-	\$ 399,636,856
Goodwill	-	\$ 25,320,411
Deferred income taxes	(191,976,991)	\$ 808,451,907
Asbestos-related insurance receivable	-	\$ 500,000,000
Loans receivable from/(payable to) filing and non-filing entities, net	-	\$ 388,933,492
Investment in filing and non-filing entities	1,800,000	\$ 254,028,079
Overfunded defined benefit pension plans	-	\$ 254,551
Investment of unconsolidated affiliates	-	\$ 45,785,699
Other assets	-	\$ 44,913,837
Total Assets	\$ (195,426,785)	\$ 3,445,743,322
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)		
Liabilities Not Subject to Compromise		
Current Liabilities		
Debt payable within one year	\$ -	\$ 193,990
Loan payable - related party	-	\$ 1,757,552
Accounts payable	-	\$ 67,935,578
Accounts payable - related party	-	\$ 269,650
Income taxes payable	-	\$ 268
Asbestos-related liability expected to be disbursed within one year	-	\$ -
Other current liabilities	(2,124,727)	\$ 126,587,612
Total Current Liabilities	(2,124,727)	\$ 196,744,650
Debt payable after one year	-	\$ 285,547
Loan payable - related party	-	\$ 10,457,504
Deferred income taxes	(191,976,991)	\$ -
Underfunded defined benefit pension plans	-	\$ 359,635,251
Other liabilities	-	\$ 30,590,748
Total Liabilities Not Subject to Compromise	(194,101,718)	\$ 597,713,700
Liabilities Subject to Compromise		
Debt, pre-petition plus accrued interest	-	\$ 850,551,608
Drawn letters of credit plus accrued interest	-	\$ 31,438,869
Income tax contingences	-	\$ 117,869,855
Asbestos-related contingences	-	\$ 1,700,000,000
Environmental contingences	-	\$ 148,440,943
Postretirement benefits	-	\$ 171,193,635
Other liabilities and accrued interest	(9,125,067)	\$ 127,580,888
Total Liabilities Subject to Compromise	(9,125,067)	\$ 3,147,075,798
Total Liabilities	(203,226,785)	\$ 3,744,789,498
Equity (Deficit)		
Preferred stock	-	\$ 112
Common stock	-	\$ 839,325
Paid in capital	-	\$ 445,826,271
(Accumulated deficit)/Retained earnings	2,000,000	\$ (175,497,933)
Treasury stock, at cost	-	\$ (55,877,504)
Accumulated other comprehensive (loss) income	5,800,000	\$ (514,466,447)
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	7,800,000	\$ (299,176,176)
Noncontrolling interest	-	\$ 130,000
Total Equity (Deficit)	7,800,000	\$ (299,046,176)
Total Liabilities and Equity (Deficit)	\$ (195,426,785)	\$ 3,445,743,322

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

Chart 5

W. R. Grace & Co. - Conn Status of Postpetition Taxes MOR-4 December 31, 2009				
	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Ending Tax Liability
	A	B	= C-A-B	C
Federal				
Withholding	\$ 133,502	\$ 2,063,605	\$ (2,104,605)	\$ 92,502
FICA - Employee	16,609	957,264	(955,597)	18,276
FICA and payroll- Employer	2,989,338	957,262	(2,763,308)	1,183,292
Unemployment	-	204	(204)	-
Other	-	2,036	(2,036)	-
Total Federal Taxes	\$ 3,139,449	\$ 3,980,371	\$ (5,825,750)	\$ 1,294,070
State and Local				
Withholding	\$ 84,679	\$ 727,366	\$ (736,366)	\$ 75,679
Sales & Use	467,988	180,809	(276,496)	372,301
Property Taxes	1,650,734	347,975	(421,743)	1,576,966
Other	-	-	-	-
Total State and Local	\$ 2,203,401	\$ 1,256,150	\$ (1,434,605)	\$ 2,024,946
Total Taxes	\$ 5,342,850	\$ 5,236,521	\$ (7,260,355)	\$ 3,319,016

Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR – 5) for attestation related to accounts payable and tax obligations.

Chart 5

Remedium Group, Inc. Status of Postpetition Taxes MOR-4 December 31, 2009				
	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Ending Tax Liability
	A	B	= C-A-B	C
Federal				
Withholding	\$ -	\$ 4,713	\$ (4,713)	\$ -
FICA - Employee	-	1,003	(1,003)	-
FICA and payroll- Employer	-	1,003	(1,003)	-
Unemployment	-	-	-	-
Other	-	-	-	-
Total Federal Taxes	\$ -	\$ 6,719	\$ (6,719)	\$ -
State and Local				
Withholding	\$ -	\$ 348	\$ (348)	\$ -
Sales & Use	-	-	-	-
Property Taxes	-	-	-	-
Other	-	-	-	-
Total State and Local	\$ -	\$ 348	\$ (348)	\$ -
Total Taxes	\$ -	\$ 7,067	\$ (7,067)	\$ -

Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR – 5) for attestation related to accounts payable and tax obligations.

Chart 5

Grace Washington, Inc. Status of Postpetition Taxes MOR-4 December 31, 2009				
	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Ending Tax Liability
	A	B	= C-A-B	C
Federal				
Withholding	\$ -	\$ 5,148	\$ (5,148)	\$ -
FICA - Employee	-	283	(283)	-
FICA and payroll- Employer	-	283	(283)	-
Unemployment	-	-	-	-
Other	-	-	-	-
Total Federal Taxes	\$ -	\$ 5,714	\$ (5,714)	\$ -
State and Local				
Withholding	\$ -	\$ 1,088	\$ (1,088)	\$ -
Sales & Use	-	-	-	-
Property Taxes	-	-	-	-
Other	-	-	-	-
Total State and Local	\$ -	\$ 1,088	\$ (1,088)	\$ -
Total Taxes	\$ -	\$ 6,802	\$ (6,802)	\$ -

Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR – 5) for attestation related to accounts payable and tax obligations.

Chart 5

L B Realty, Inc. Status of Postpetition Taxes MOR-4 December 31, 2009				
	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Ending Tax Liability
	A	B	= C-A-B	C
Federal				
Withholding	\$ -	\$ -	\$ -	\$ -
FICA - Employee	-	-	-	-
FICA and payroll- Employer	-	-	-	-
Unemployment	-	-	-	-
Other	-	-	-	-
Total Federal Taxes	\$ -	\$ -	\$ -	\$ -
State and Local				
Withholding	\$ -	\$ -	\$ -	\$ -
Sales & Use	-	-	-	-
Property Taxes	-	-	-	-
Other	-	-	-	-
Total State and Local	\$ -	\$ -	\$ -	\$ -
Total Taxes	\$ -	\$ -	\$ -	\$ -

Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR – 5) for attestation related to accounts payable and tax obligations.

Chart 5

Darex Puerto Rico, Inc.
Status of Postpetition Taxes
MOR-4
December 31, 2009

	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Ending Tax Liability
	A	B	= C-A-B	C
Federal				
Withholding	\$ -	\$ -	\$ -	\$ -
FICA - Employee	-	783	(783)	-
FICA and payroll- Employer	-	783	(783)	-
Unemployment	-	-	-	-
Other	-	-	-	-
Total Federal Taxes	\$ -	\$ 1,566	\$ (1,566)	\$ -
State and Local				
Withholding	\$ -	\$ 981	\$ (981)	\$ -
Sales & Use	(506)	44	-	(462)
Property Taxes	122,547	13,063	1	135,610
Other	-	-	-	-
Total State and Local	\$ 122,041	\$ 14,088	\$ (980)	\$ 135,148
Total Taxes	\$ 122,041	\$ 15,654	\$ (2,546)	\$ 135,148

Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR – 5) for attestation related to accounts payable and tax obligations.

Chart 6

W. R. Grace & Co. - Conn
Accounts Receivable Reconciliation and Aging
MOR-5
December 2009

Trade Accounts Receivable Reconciliation

Trade accounts receivable, beginning of month, gross	\$ 100,170,981
Amounts billed during the period	\$ 63,133,431
Amounts collected during the period	\$ (128,984,447)
Other	\$ 41,393,808
Trade accounts receivable at the end of month, gross	\$ 75,713,773

Trade Accounts Receivable Aging

Current	\$ 63,486,776
1-30 days past due	\$ 7,527,273
31-60 days past due	\$ 1,897,739
+61 days past due	\$ 2,801,985
Trade accounts receivable, gross	\$ 75,713,773
Allowance for doubtful accounts	\$ (2,754,360)
Trade accounts receivable, net	\$ 72,959,413

Notes and Accounts Receivable Reconciliation

Trade accounts receivable, net	\$ 72,959,413
Customer notes and drafts receivable	\$ 607,072
Pending customer credit notes	\$ (30,188)
Advances and deposits	\$ 2,630,932
Nontrade receivables, net	\$ 1,555,007
Total notes and accounts receivable, net	\$ 77,722,236

Chart 6

Grace Washington, Inc.
Accounts Receivable Reconciliation and Aging
MOR-5
December 2009

Trade Accounts Receivable Reconciliation

Trade accounts receivable, beginning of month, gross	\$	-
Amounts billed during the period		-
Amounts collected during the period		-
Other		-
Trade accounts receivable at the end of month, gross	\$	-

Trade Accounts Receivable Aging

Current	\$	-
1-30 days past due		-
31-60 days past due		-
+61 days past due		-
Trade accounts receivable, gross		-
Allowance for doubtful accounts		-
Trade accounts receivable, net	\$	-

Notes and Accounts Receivable Reconciliation

Trade accounts receivable, net	\$	-
Customer notes and drafts receivable		-
Pending customer credit notes		-
Advances and deposits		-
Nontrade receivables, net		-
Total notes and accounts receivable, net	\$	-

Chart 6

Darex Puerto Rico, Inc.
Accounts Receivable Reconciliation and Aging
MOR-5
December 2009

Trade Accounts Receivable Reconciliation

Trade accounts receivable, beginning of month, gross	\$ 1,382,909
Amounts billed during the period	200,133
Amounts collected during the period	3,340,873
Other	(3,631,034)
Trade accounts receivable at the end of month, gross	\$ 1,292,880

Trade Accounts Receivable Aging

Current	\$ 949,514
1-30 days past due	251,780
31-60 days past due	175,204
+61 days past due	(83,618)
Trade accounts receivable, gross	1,292,880
Allowance for doubtful accounts	(225,446)
Trade accounts receivable, net	\$ 1,067,434

Notes and Accounts Receivable Reconciliation

Trade accounts receivable, net	\$ 1,067,434
Customer notes and drafts receivable	-
Pending customer credit notes	-
Advances and deposits	-
Nontrade receivables, net	-
Total notes and accounts receivable, net	\$ 1,067,434

Chart 6

Remedium Group, Inc. Accounts Receivable Reconciliation and Aging MOR-5 December 2009	
Trade Accounts Receivable Reconciliation	
Trade accounts receivable, beginning of month, gross	\$ -
Amounts billed during the period	-
Amounts collected during the period	-
Other	-
Trade accounts receivable at the end of month, gross	\$ -
Trade Accounts Receivable Aging	
Current	\$ -
1-30 days past due	-
31-60 days past due	-
+61 days past due	-
Trade accounts receivable, gross	-
Allowance for doubtful accounts	-
Trade accounts receivable, net	\$ -
Notes and Accounts Receivable Reconciliation	
Trade accounts receivable, net	\$ -
Customer notes and drafts receivable	-
Pending customer credit notes	-
Advances and deposits	-
Nontrade receivables, net	-
Total notes and accounts receivable, net	\$ -

Chart 6

Gloucester New Communities Company, Inc.
Accounts Receivable Reconciliation and Aging
MOR-5
December 2009

Trade Accounts Receivable Reconciliation

Trade accounts receivable, beginning of month, gross	\$	-
Amounts billed during the period		-
Amounts collected during the period		-
Other		-
Trade accounts receivable at the end of month, gross	\$	-

Trade Accounts Receivable Aging

Current	\$	-
1-30 days past due		-
31-60 days past due		-
+61 days past due		-
Trade accounts receivable, gross		-
Allowance for doubtful accounts		-
Trade accounts receivable, net	\$	-

Notes and Accounts Receivable Reconciliation

Trade accounts receivable, net	\$	-
Customer notes and drafts receivable		-
Pending customer credit notes		-
Advances and deposits		-
Nontrade receivables, net		91,572
Total notes and accounts receivable, net	\$	91,572

Chart 6

Grace Europe, Inc.
Accounts Receivable Reconciliation and Aging
MOR-5
December 2009

Trade Accounts Receivable Reconciliation

Trade accounts receivable, beginning of month, gross	\$ -
Amounts billed during the period	-
Amounts collected during the period	-
Other	-
Trade accounts receivable at the end of month, gross	\$ -

Trade Accounts Receivable Aging

Current	\$ -
1-30 days past due	-
31-60 days past due	-
+61 days past due	-
Trade accounts receivable, gross	-
Allowance for doubtful accounts	-
Trade accounts receivable, net	\$ -

Notes and Accounts Receivable Reconciliation

Trade accounts receivable, net	\$ -
Customer notes and drafts receivable	-
Pending customer credit notes	-
Advances and deposits	-
Nontrade receivables, net	80,957
Total notes and accounts receivable, net	\$ 80,957

	Yes	No
1. Have any assets been sold or transferred outside the normal course of business this reporting period? If yes, provide an explanation below.	X	
2. Have any funds been disbursed from any account other than a debtor in possession account for this reporting period? If yes, provide an explanation below.		See Note #5 below
3. Have all postpetition tax returns been timely filed? If no, provide an explanation below.	X	
4. Are workers compensation, general liability and other necessary insurance coverages in effect? If no, provide and explanation below.	X	
5. Are post-petition accounts payable and tax obligations current and paid to date? If no, provide an explanation.	X (unless disputed in normal course of business)	

As part of the first day orders submitted to the court on April 2, 2001, an application for the Debtors to (a) continue and maintain their consolidated cash management system, (b) continue and maintain their existing bank accounts and (c) continue to use existing business forms and granting related relief was included. The Debtors have continued to use their existing bank accounts and no new debtor in possession accounts have been established.

List assets sold/transferred outside the normal course of business over \$25,000:		
Description of Asset	Sale Date	Proceeds
Sale of Serviwrap Pipe Corosion Protection product line	December-09	\$ 9,900,000

Combined Chapter 11 Filing Entity Statements

Chart 8

W. R. Grace & Co. - Chapter 11 Filing Entities				
Combined Statements of Operations				
In millions	Month Ended December 31,		Twelve Months Ended December 31,	
	2009	2008	2009	2008
Net sales to third parties	\$ 63.3	\$ 91.5	\$ 899.9	\$ 1,061.8
Net sales to non-filing entities	36.5	29.4	483.2	497.8
Interest and royalties from non-filing entities	7.7	9.7	74.4	84.9
	107.5	130.6	1,457.5	1,644.5
Cost of goods sold to third parties	38.5	62.0	575.0	743.7
Cost of goods sold to non-filing entities	14.1	34.9	383.6	410.5
Selling, general and administrative expenses	25.0	26.7	293.5	295.2
Restructuring costs	-	-	12.0	2.9
Depreciation and amortization	5.2	5.0	55.9	57.1
Research and development expenses	3.4	3.4	36.1	43.3
Defined benefit pension expense	5.8	2.3	69.4	37.4
Interest expense	3.3	3.6	37.3	53.3
Other (income) expense, net	(3.0)	(25.5)	(24.8)	(33.6)
Provision for environmental remediation	3.3	5.7	4.4	14.6
Chapter 11 expenses, net of interest income	1.8	6.8	48.0	65.8
	97.4	124.9	1,490.4	1,690.2
Income (loss) before income taxes and equity in net income of non-filing entities	10.1	5.7	(32.9)	(45.7)
Benefit from (provision for) income taxes	21.6	19.6	17.1	11.4
Income (loss) before equity in net income of non-filing entities	31.7	25.3	(15.8)	(34.3)
Equity in net income (loss) of non-filing entities	(12.4)	19.9	87.0	155.8
Net income (loss)	\$ 19.3	\$ 45.2	\$ 71.2	\$ 121.5

W. R. Grace & Co. - Chapter 11 Filing Entities
Combined Functional Basis Statements of Cash Flows

<i>In millions</i>	Twelve Months Ended December 31, 2009	Twelve Months Ended December 31, 2008
Core operations cash flow		
Pre-tax income (loss) from core operations	\$ 180.9	\$ 126.9
Depreciation and amortization	55.9	57.1
	236.8	184.0
Payments under defined benefit pension arrangements	(43.1)	(54.2)
Change in Non-Filing entity operating loans including interest payments and Investment	40.1	152.9
Changes in all core assets/liabilities and other	207.8	70.1
Core Pre-tax Operating Cash Flow	441.6	352.8
Dividends paid to noncontrolling interests in consolidated entities	-	-
Capital expenditures	(51.6)	(74.3)
Core Pre-tax Operating Cash Flow	390.0	278.5
Charges against core reserves		
Restructuring expenses	12.0	2.9
Deferred compensation	(0.1)	(0.3)
Self insurance	(1.8)	(1.5)
Total Spending Against Core Reserves	10.1	1.1
Net Core Cash Flow	400.1	279.6
Noncore cash flow		
Proceeds from asset sales	0.8	-
Investments in short term debt securities	-	-
Proceeds from sales of investment securities	22.5	70.7
Cash paid to resolve contingencies subject to Chapter 11	-	(252.0)
Legal fees	(53.8)	(21.8)
Other noncore pre-tax cash flow	(9.4)	(0.3)
Noncore Pre-tax Cash Flow	(39.9)	(203.4)
Charges against noncore reserves		
Environmental remediation	(7.7)	(4.9)
Retained obligations and other	(0.3)	(1.1)
Postretirement benefits	(3.6)	(6.6)
Total Spending Against Noncore Reserves	(11.6)	(12.6)
Noncore Cash Flow	(51.5)	(216.0)
Total Pre-tax/Pre-interest/Pre-Chapter 11 Cash Flow	348.6	63.6
Cash paid for taxes, net of refunds	35.6	17.3
Cash paid for interest, net	1.3	(28.1)
Chapter 11 expenses paid	(54.2)	(69.3)
Interest income on filing entity cash balances	(0.6)	(2.9)
Cash Flow before Strategic Investments	330.7	(19.4)
Strategic Investments		
Purchase of equity investment	(1.5)	(3.0)
Dividends received from non-filing entities	48.0	16.9
Proceeds from sales of product lines and the ART 5% interest	40.6	-
Cash impact from deconsolidation of business	(17.5)	
Proceeds from exercise of stock options	1.4	9.6
Cash used for Strategic Investments	71.0	23.5
Cash Flow after Strategic Investments	401.7	4.1
Fees under debtor-in-possession credit facility	(1.9)	(2.3)
Net (investing)/financing activities under life insurance policies	67.6	12.4
Net Cash Flow	\$ 467.4	\$ 14.2

Chart 10

W. R. Grace & Co. - Chapter 11 Filing Entities Combined Balance Sheets			
Amounts in millions	December 31, 2009	December 31, 2008	April 2, 2001
ASSETS			
Current Assets			
Cash and cash equivalents	\$ 685.5	\$ 218.1	\$ 8.6
Investment securities	-	21.6	-
Cash value of life insurance policies, net of policy loans	-	67.2	-
Trade accounts receivable (including \$16.9 from an unconsolidated affiliate), less allowance of \$3.0 (2008 - \$1.4, Filing Date - \$0.7)	91.5	115.0	32.3
Receivables from non-filing entities, net	64.5	69.9	51.2
Inventories	86.5	122.1	80.6
Deferred income taxes	29.2	33.6	80.9
Asbestos-related insurance expected to be realized within one year	-	-	17.0
Other current assets	21.4	23.8	33.4
Total Current Assets	978.6	671.3	304.0
Properties and equipment, net	399.6	417.1	400.4
Goodwill	25.3	25.4	13.6
Deferred income taxes	808.5	834.4	401.0
Asbestos-related insurance expected to be realized after one year	500.0	500.0	323.4
Loans receivable from non-filing entities, net	388.9	399.1	387.5
Investment in non-filing entities	254.0	492.0	121.0
Overfunded defined benefit pension plans	0.2	0.2	-
Deferred pension costs	-	-	236.0
Investment in unconsolidated affiliates	45.8	0.9	-
Other assets	44.9	71.5	136.6
Total Assets	\$ 3,445.8	\$ 3,411.9	\$ 2,323.5
LIABILITIES AND EQUITY (DEFICIT)			
Liabilities Not Subject to Compromise			
Current Liabilities			
Debt payable within one year (including \$1.8 from an unconsolidated affiliate)	\$ 2.0	\$ 0.2	\$ -
Accounts payable (including \$0.3 from an unconsolidated affiliate)	68.2	84.4	-
Other current liabilities	126.6	154.9	-
Total Current Liabilities	196.8	239.5	-
Debt payable after one year (including \$10.5 from an unconsolidated affiliate)	10.8	0.4	-
Underfunded defined benefit pension plans	359.6	380.6	-
Other liabilities	30.6	41.2	31.5
Total Liabilities Not Subject to Compromise	597.8	661.7	31.5
Liabilities Subject to Compromise			
Pre-petition debt plus accrued interest	850.6	823.5	511.5
Drawn letters of credit plus accrued interest	31.4	30.0	-
Income tax contingencies	117.9	121.0	242.1
Asbestos-related contingencies	1,700.0	1,700.0	1,002.8
Environmental contingencies	148.4	152.2	164.8
Postretirement benefits	171.2	169.7	256.2
Other liabilities and accrued interest	127.6	116.5	188.6
Total Liabilities Subject to Compromise	3,147.1	3,112.9	2,366.0
Total Liabilities	3,744.9	3,774.6	2,397.5
Equity (Deficit)			
Common stock	0.8	0.8	0.8
Paid in capital	445.8	436.6	432.6
Accumulated deficit	(175.4)	(262.1)	(201.8)
Treasury stock, at cost	(55.9)	(57.4)	(136.4)
Accumulated other comprehensive loss	(514.5)	(544.8)	(169.5)
Total W.R. Grace & Co. Chapter 11 Filing Entities Shareholders' Equity	(299.2)	(426.9)	(74.3)
Noncontrolling interest	0.1	64.2	0.3
Total Equity (Deficit)	(299.1)	(362.7)	(74.0)
Total Liabilities and Equity (Deficit)	\$ 3,445.8	\$ 3,411.9	\$ 2,323.5

W. R. Grace & Co.
Filing Entity Supplemental Financial Information
December 31, 2009

Basis of Presentation

The interim Combined Financial Statements presented herein represent the results of operations, cash flows and financial position of the Debtors. These financial statements pertain to periods beginning with, and subsequent to, the Filing Date and have been prepared in conformity with requirements of the Bankruptcy Court. Consequently, these financial statements do not purport to present the financial performance of W. R. Grace & Co. in conformity with U.S. generally accepted accounting principles which would require the consolidation of all controlled subsidiaries and more extensive notes and analysis related to the worldwide operations of W. R. Grace & Co. Financial activity of non-Debtor entities is not presented herein. However, all non-Debtor entities are either directly or indirectly controlled by the Debtors and, accordingly, non-Debtor financial results are reflected under the equity method of accounting. These financial statements are unaudited and should be read in conjunction with the consolidated financial statements presented in the Company's 2008 Annual Report on Form 10-K and other periodic filings with the U.S. Securities and Exchange Commission.

These interim Combined Financial Statements reflect all adjustments that, in the opinion of management, are necessary for a fair presentation of the results of the interim periods presented under U.S. generally accepted accounting principles; all such adjustments are of a normal recurring nature. All significant inter-Debtor accounts and transactions have been eliminated. Transactions and balances with non-Debtor entities are separately disclosed.

In November 2009, Grace completed the sale of 5% of its interest in its Advanced Refining Technologies ("ART") hydroprocessing catalysts joint venture to its partner Chevron Products Company. The November 30, 2009 financial statements reflect ART consolidated with Grace, i.e., 100% of ART's sales and 55% of ART's income with 45% of the income reported as Chevron's noncontrolling interest. As a result of the sale, Grace will deconsolidate ART's financial position, cash flows, and operations from its consolidated financial statements on a prospective basis, beginning with the December 31, 2009 financial statements. Beginning December 1, 2009, Grace will account for the ART joint venture under the equity method of accounting.

The results of operations for the twelve-month interim period ended December 31, 2009 are not necessarily indicative of the results of operations for the year ending December 31, 2009.

Other Balance Sheet Accounts

<i>(In millions)</i>	December 31, 2009	Filing Date
Inventories		
Raw materials.....	\$ 14.6	\$ 20.3
In process.....	23.7	16.2
Finished products.....	37.9	63.8
Other.....	10.3	9.6
Less: Adjustment of certain inventories to a last-in/first-out (LIFO) basis.....	--	(29.3)
	\$ 86.5	\$ 80.6
Other Assets		
Deferred charges.....	\$ 19.0	40.4
Cash value of life insurance policies, net of policy loans.....	4.4	64.1
Long-term receivables.....	0.3	1.9
Long-term investments.....	3.7	2.1
Patents, licenses and other intangible assets, net.....	16.2	25.2
Fair value of foreign currency forward contracts.....	1.3	--
Other assets.....	--	2.9
	\$ 44.9	\$ 136.6
Other Current Liabilities		
Accrued compensation.....	\$ 49.3	\$ --
Accrued commissions.....	4.8	--
Customer programs.....	14.1	--
Accrued freight.....	4.3	--
Accrued reorganization fees.....	15.7	--
Fair value of commodity contracts.....	0.5	--
Other accrued liabilities.....	37.9	--
	\$ 126.6	\$ --
Other Liabilities		
Deferred royalty income – non-filing entities.....	\$ --	\$ 31.5
Accrued compensation.....	2.6	--
Other accrued liabilities.....	28.0	--
	\$ 30.6	\$ 31.5
Other Liabilities Subject to Compromise		
Accrued interest on pre-petition liabilities.....	51.4	--
Accounts payable.....	31.2	43.0
Retained obligations of divested businesses.....	29.1	43.5
Other accrued liabilities.....	15.9	102.1
	\$ 127.6	\$ 188.6

Accrued compensation in the table above includes salaries and wages as well as estimated current amounts due under the annual and long-term incentive programs.

Life Insurance

Grace is the beneficiary of corporate-owned life insurance ("COLI") policies on certain current and former employees with a net cash surrender value of \$4.4 million at December 31, 2009. The following table summarizes the components of net cash value at December 31, 2009 and Filing Date:

Components of Net Cash Value <i>(In millions)</i>	December 31, 2009	Filing Date
Gross cash value.....	\$ 9.8	\$ 453.7
Principal – policy loans	(5.3)	(390.3)
Accrued interest – policy loans	(0.1)	0.7
Total net cash value.....	\$ 4.4	\$ 64.1
Less: current portion.....	--	--
Net cash value – long-term.....	\$ 4.4	\$ 64.1
Insurance benefits in force.....	\$ 19.2	\$ 2,286.0

Grace's financial statements display income statement activity and balance sheet amounts on a net basis, reflecting the contractual interdependency of policy assets and liabilities.

In March 2009, Grace surrendered and terminated life insurance policies and received approximately \$68.8 million of net cash value from the terminations. As a result of the terminations, Grace's insurance benefits in force was reduced by approximately \$102.4 million from December 31, 2008.

In August and December 2008, Grace received proceeds of \$40.0 million and \$16.0 million, respectively, through a loan against the cash value of its life insurance policies. In December 2008, Grace made loan repayments of \$56.0 million. In June and November 2008, Grace surrendered and terminated life insurance policies and received approximately \$8.1 million and \$4.6 million, respectively, of net cash value from the terminations. As a result of the terminations, gross cash value of the policies was reduced by approximately \$12.7 million. Grace's insurance benefits in force was reduced by approximately \$23.5 million.

Debt

On December 31, 2009 and the Filing Date, Grace's debt was as follows:

Components of Debt <i>(In millions)</i>	December 31, 2009	Filing Date
Debt payable within one year		
DIP facility.....	\$ --	\$ --
Other short-term borrowings and related fees payable	0.2	--
	\$ 0.2	\$ --
Debt payable after one year		
DIP facility.....	\$ --	\$ --
Other long-term borrowings	0.3	--
	\$ 0.3	\$ --
Debt Subject to Compromise		
Bank borrowings.....	\$ 500.0	\$ 500.0
Accrued interest on bank borrowings.....	350.6	--
Drawn letters of credit.....	25.8	--
Accrued interest on drawn letters of credit	5.6	--
8.0% Notes Due 2004.....	--	5.7
7.75% Notes Due 2002.....	--	2.0
Other borrowings	--	1.2
Accrued interest.....	--	2.6
	\$ 882.0	\$ 511.5
Annualized weighted average interest rates on total debt	3.4%	6.1%

The Debtors have entered into a debtor-in-possession post-petition loan and security agreement, or DIP facility, with a syndicate of lenders that, as amended effective April 1, 2008, provides for up to \$165 million of revolving loans and face amount of letters of credit. The DIP facility is secured by a priority lien on substantially all assets of the Debtors with the exclusion of the capital stock of non-U.S. subsidiaries, and bears interest based on the London Interbank Offered Rate (LIBOR). The term of the DIP facility ends on the earlier of April 1, 2010 or the Debtors' emergence from Chapter 11. The DIP facility permits the increase of commitments of existing lenders and/or commitments by new lenders up to an aggregate maximum of \$250 million.

As of December 31, 2009, the Debtors had no revolving loans and \$70.9 million of standby letters of credit issued and outstanding under the DIP facility. These letters of credit reduced the aggregate unused availability for revolving loans and letters of credit, as of the April 1, 2008 effective date of the amended DIP facility, to \$94.1 million. The letters of credit were issued mainly for trade-related matters such as performance bonds, as well as certain insurance and environmental matters.